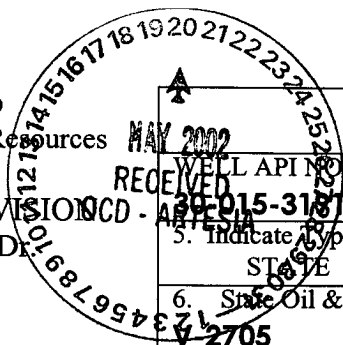


Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-103
Revised March 25, 1999

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		5. Indicate Type of Lease LEASE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		6. State Oil & Gas Lease No. 2705
2. Name of Operator Yates Petroleum Corporation		7. Lease Name or Unit Agreement Name: Graham AKB State
3. Address of Operator 105 S. 4th Street Artesia, NM 88210		7. Well No. #8
4. Well Location Unit Letter E : 1650 feet from the North line and 330 feet from the West line Section 2 Township 22S Range 31E NMPM Eddy County		8. Pool name or Wildcat Lost Tank Delaware
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3514' GR		

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: set production casing <input checked="" type="checkbox"/>	

Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

5/11/02 - Reached TD at 8350' at 8:30 PM.
5/12/02 - Ran open hole logs. Logger's TD 8350'.
5/13/02 - Ran 192 joints 5-1/2" (8340.75') set at 8350' as follows:
40 joints 5-1/2" 17# J55 LT&C (1678.98')
148 joints 5-1/2" 15.50# J55 LT&C (6486.61')
4 joints 5-1/2" 17# J55 LT&D (175.16')
Float shoe set at 8350'. Float collar set at 8306.81'. Packer type DV tool set at 4027.94'.
Cement stage #1: 500 sx Super C Modified .6% FL52 + .6% FL25 + .1% SMS + 3% KCL + 5 pps gilsonite (yld 1.60, wt 13.2). Tailed in with 75 sx Class H with 10% 10-B (yld 1.33, wt 14.6). Plug down at 7:45 PM. Bump plug to 1500 psi for 1 min. Circulated through DV tool 1/2 hour.
Stage #2: 400 sx of BJ Lite C (35:65) with 6% Bentonite (yld 1.94, wt 12.5). Tailed in with 100 sx Class C (yld 1.33, wt 14.8). Plug down 9:30 PM. Bump plug to 1310 psi for 1 min. Circ 86 sxs. Float and casing held OK.
5/14/02 - Rig released at 2:30 AM.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *Susan Herpin* TITLE Engineering Technician DATE May 16, 2002

Type or print name Susan Herpin Telephone No. 505-748-1471
(This space for State use)

APPROVED BY *App* TITLE _____ DATE 5-20-02
Conditions of approval, if any: